

Message Text

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ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 PM-04 INR-07 L-03 ACDA-07
NSAE-00 PA-01 SS-15 PRS-01 SP-02 USIA-06 TRSE-00
/059 W

-----060930Z 019778 /20

R 051624Z MAY 77
FM USMISSION NATO
TO SECSTATE WASHDC 3444
INFO SECDEF WASHDC

C O N F I D E N T I A L NATO 02746

E.O.11652:GDS
TAGS: EFIN,NATO
SUBJECT: ECONADS: EFFECT OF PRICE CHANGES ON ALLIED
DEFENSE EXPENDITURES

OASD/ISA FOR W. GEORGE

REF.: (A) STATE 61929 (DTG 191819Z MAR 77), (B) USNATO
1897 (DTG 011655Z APR 77)

1. WE HAVE RECEIVED THE FOLLOWING MAY LETTER
FROM BILLY CONCERNING US DATA - BEGIN TEXT:

"FOLLOWING FURTHER STUDY OF THE DOCUMENT ED/EC/77/8
(REVISED) ON THE "EFFECTS OF PRICE CHANGES ON THE
DEFENSE EXPENDITURE OF NATO MEMBER COUNTRIES", KINDLY
PREPARED BY YOUR AUTHORITIES, IT WOULD BE VERY USEFUL
FOR US TO HAVE MORE ACCURATE INFORMATION ON THE FOLLOWING
DEFINITIONS:

(A) TOTAL GOVERNMENT EXPENDITURE DEFLATOR

THIS INDEX HAS BEEN USED IN TABLE 3 OF YOUR
REVISED PAPER ALTHOUGH IT DOES NOT APPEAR IN
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TABLE 1 (LIST OF DATA USED). IN OUR DRAFT PAPER
WE HAVE ALSO DRAWN THIS DATA FROM OECD.

(B) CENTRAL GOVERNMENT EXPENDITURE DEFLATOR
(TABLE 1 - LINE 14)

THIS DATA WAS USED IN YOUR TABLE 3(A)

(C) FEDERAL GOVERNMENT EXPENDITURE DEFLATOR
(TABLE 1 - LINE 17)

WE UNDERSTAND THAT THIS IS A COMPOSITE INDEX FOR
THE FEDERAL OUTPUT DEFLATOR AND FEDERAL
GOVERNMENT OTHER EXPENDITURE DEFLATOR.
WE DO NOT SEE CLEARLY WHAT THE DIFFERENCES
ARE BETWEEN "TOTAL GOVERNMENT, "CENTRAL"
GOVERNMENT AND "FEDERAL" GOVERNMENT
EXPENDITURES.

YOUR HELP IN THIS MATTER WOULD BE GREATLY
APPRECIATED. END TEXT.

2. NOTE THAT LETTER QUOTED ABOVE WAS DATED MAY 3.

3. AT MAY 5 ECONADS MEETING CHAIRMAN BILLY
INDICATED THAT REPORTS ON APPLICATION OF EXPERIMENTAL
DEFLATORS TO US, ITALIAN, CANADIAN AND DUTCH DATA
WOULD BE CIRCULATED SHORTLY. GERMAN AND UK REPS
AGAIN APOLOGIZED THAT THEIR UPDATES WERE NOT YET
AVAILABLE BUT BOTH EXPECTED TO SUBMIT THEM SHORTLY.

4. BILLY SUGGESTED THAT DATES OF JUNE 23 AND
30 BE CONSIDERED FOR EXPERTS' MEETING. WE GAVE
US PREFERENCE FOR JUNE 23 IN ACCORDANCE WITH STATE
100086. SCHEDULING WILL AGAIN BE DISCUSSED AT
MAY 18 ECONADS.
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5. WE HAVE POUCHED TO RPE-SWARTZ COPIES OF DIRECTORATE'
S UPDATE OF ED/EC/77/8 (US), AND WILL SEND THE BALANCE
AS THEY BECOME AVAILABLE.

6. ACTION REQUESTED: CLARIFICATION OF POINTS RAISED
IN BILLY LETTER. BENNETT

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Sent Date: 05-May-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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ISecure: 1
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Message ID: 9fce8a99-c288-dd11-92da-001cc4696bcc
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Original Previous Classification: n/a
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Retention: 0
Review Action: RELEASED, APPROVED
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Review Date: 05-Oct-2004 12:00:00 am
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Review Release Date: n/a
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Review Withdrawn Fields: n/a
SAS ID: 2622352
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Status: NATIVE
Subject: ECONADS: EFFECT OF PRICE CHANGES ON ALLIED DEFENSE EXPENDITURES
TAGS: EFIN, NATO
To: SECSTATE WASHDC WASHDC
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